

## Message Text

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PAGE 01 SANTIA 00334 162247Z

67

ACTION EUR-12

INFO OCT-01 ARA-06 ISO-00 SAJ-01 CIAE-00 DODE-00 PM-03

H-01 INR-07 L-02 NSAE-00 NSC-05 PA-01 RSC-01 PRS-01

SP-02 SS-15 USIA-06 IO-10 AID-05 COME-00 EB-07 FRB-01

TRSE-00 XMB-02 OPIC-03 CIEP-01 LAB-04 SIL-01 OMB-01

/099 W

----- 059027

R 162155Z JAN 75

FM AMEMBASSY SANTIAGO

TO SECSTATE WASHDC 1788

INFO AMEMBASSY BOGOTA

AMEMBASSY CARACAS

AMEMBASSY LA PAZ

AMEMBASSY LIMA

AMEMBASSY QUITO

AMEMBASSY BONN

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EO 11652: NA

TAGS: EAID, EFIN, CO, VE, BL, PE, EC, GW, CI

SUBJ: CHILE NEGOTIATES TWO FOREIGN CREDIT AGREEMENTS

REF: BONN 18907

1. ACCORDING TO JANUARY 15 PRESS REPORTS, ARRANGEMENTS HAVE NOW BEEN COMPLETED WITH FRG AND ANDEAN DEVELOPMENT CORPORATION (CAF) FOR CREDITS TOTALLING \$13.4 MILLION.

2. FRG DECISION TO UNFREEZE CREDIT OF DM 21.1 MILLION (\$8.9 MILLION) SUSPENDED FOLLOWING OVERTHROW OF ALLENDE HAS APPEARED HERE ONLY AS AP DISPATCH FROM BONN. PRIVATE COMMENTS BY GOC OFFICIALS ON RELEASE OF FORMER FORMIN ALMEYDA HAVE LINKED THIS DECISION TO FRG CREDIT AND IMPLIED THAT IMPORTANT PART OF GOC RATIONALE IN

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PAGE 02 SANTIA 00334 162247Z

ATTEMPTING RAPID RESOLUTION OF DETAINEE PROBLEM WOULD BE TO

REMOVE POLITICAL OBSTACLES IN WESTERN EUROPE AND ELSEWHERE TO  
RENEWED AID TO CHILE. (GOC LEADERS IN PUBLIC, HOWEVER,  
MAINTAIN THAT RELEASE OF ALMEYDA AND OTHERS IS RESULT PURELY OF  
CHILEAN DECISION AND NOT OF FOREIGN PRESSURE.)

3. AGREEMENT SIGNED JANUARY 14, WITH CAF CALLS FOR CHILEAN  
CENTRAL BANK TO USE \$5 MILLION CAF LOAN TO FINANCE EXPORTS OF  
CHILEAN GOODS IN OTHER ANDEAN PACT COUNTRIES. SIMILAR AGREEMENTS  
REPORTEDLY HAVE BEEN SIGNED WITH BOLIVIA, COLUMBIA AND PERU.

4. COMMENT: THESE RELATIVELY SMALL CREDITS ARE MAINLY OF  
PSYCHOLOGICAL IMPORTANCE HERE. IN 1975 GOC WILL NEED MASSIVE  
FOREIGN ASSISTANCE, WHICH WILL BE IMPOSSIBLE TO OBTAIN IF  
CHILE REMAINS POLITICALLY AND ECONOMICALLY ISOLATED. THOSE  
IN GOC PUSHING FOR IMPROVED HUMAN RIGHTS PRACTICES CAN POINT  
TO FRG CREDIT AS TANGIBLE EVIDENCE OF BENEFITS OF SOFTER  
INTERNAL POLICY.

POPPER

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## Message Attributes

**Automatic Decaptoning:** X  
**Capture Date:** 01 JAN 1994  
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**Concepts:** PRESS RELEASES, CREDIT AGREEMENTS, NEGOTIATIONS  
**Control Number:** n/a  
**Copy:** SINGLE  
**Draft Date:** 16 JAN 1975  
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**Disposition Action:** RELEASED  
**Disposition Approved on Date:**  
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**Disposition Case Number:** n/a  
**Disposition Comment:** 25 YEAR REVIEW  
**Disposition Date:** 28 MAY 2004  
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**Film Number:** D750018-0093  
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**TAGS:** EAID, EFIN, CO, VE, BL, PE, EC, GE, CI, CAF  
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